

April 14, 2010

**ITEM NO. A1**

**AUTHORIZATION TO EXTEND CONTRACT NO. 5059 WITH STATEWAY ASSOCIATES, LLC TO PROVIDE COMMUNITY AND SUPPORTIVE SERVICES TO THE REVITALIZED STATEWAY GARDENS COMMUNITY**

To the Honorable Board of Commissioners:

**RECOMMENDATION**

It is recommended that the Board of Commissioners (“Board”) authorize the Chief Executive Officer or his designee to extend Contract No. 5059 with Stateway Associates, LLC (the “Contract”) for the period of May 1, 2010 to April 30, 2011 and increase the Contract’s funding by an amount not-to-exceed \$360,000 adding it to the carryover balance available at the end of the current contract term to provide Community and Supportive Services (“CSS”) to CHA residents relocating to the revitalized Stateway Gardens.

**FUNDING**  
**HOPE VI and General Fund**

<b>Contractor:</b>	Stateway Gardens, LLC 3555 South Dearborn Street Chicago, Illinois 60609
<b>Contract Type:</b>	Professional Services
<b>Contract No.:</b>	5059
<b>Original Contract Amount:</b>	\$ 541,000
<b>1st One-Year Option Amount:</b>	\$ 649,200
<b>1<sup>st</sup> Contract Extension Amount:</b>	\$ 620,000
<b>2<sup>nd</sup> Contract Extension Amount:</b>	\$ 620,000
<b>3<sup>rd</sup> Contract Extension Amount:</b>	\$ 360,000
<b>4<sup>th</sup> Contract Extension Amount:</b>	<u>\$ 360,000</u>
<b>New Aggregate Contract Amount:</b>	\$3,150,200
<b>Original Contract Period:</b>	January 13, 2005 through January 12, 2006
<b>1<sup>st</sup> Option Year Period:</b>	January 13, 2006 through January 12, 2007
<b>1st Contract Extension Period:</b>	January 13, 2007 through April 30, 2008
<b>2<sup>nd</sup> Contract Extension Period:</b>	May 1, 2008 through April 30, 2009
<b>3<sup>rd</sup> Contract Extension Period:</b>	May 1, 2009 through April 30, 2010
<b>4<sup>th</sup> Contract Extension Period:</b>	May 1, 2010 through April 30, 2011

**M/W/DBE Participation:** Waiver Approved

**Section 3:**

  2   (#) Hiring           (\$) Subcontracting           (\$) Other Economic Opportunities

## **EXPLANATION**

On May 18, 2004, the Board authorized the CHA to negotiate and enter into a contract with Stateway Associates, LLC (“Stateway Associates”), the master developer for Stateway Gardens to provide community and supportive services (“CSS”) to CHA residents relocating to the Stateway Gardens revitalized mixed-income community (i.e. The Pershing, Park Boulevard). The Contract became effective January 13, 2005 for a period of 12 months with a one (1) year option. In January 2006, the Board authorized the CHA to exercise the one-year option for the term of January 13, 2006 through January 12, 2007. The Board authorized CHA to extend the Contract for an additional year in 2007, and again for the second and third year extensions in 2008 and 2009. This current request for funding is to continue the provision of CSS for the period May 1, 2010 through April 30, 2011.

The Contract’s primary focus has been to assist CHA families that choose to return to the revitalized Stateway Gardens mixed-income community and assist families in maintaining lease compliance post-occupancy. The provision of services at Park Boulevard, contemplated as part of the competitive procurement of the Developer, is required by the Master Development Agreement governing this development. Under this agreement, the parties envisioned that Stateway Associates would provide social services (through a subcontractor) and would receive financial assistance from the CHA pending funding availability and contract performance.

CHA desires to extend the Contract for the period of May 1, 2010 to April 30, 2011. This will allow Stateway Associates to continue providing post-occupancy services to the 54 families who have relocated to Park Boulevard and the 27 families who have relocated to the Pershing.

Based upon the foregoing, it is in the best interest of the CHA to extend the Contract with Stateway Associates, LLC for the period of May 1, 2010 through April 30, 2011 and increase the Contract’s funding by an amount not-to-exceed \$360,000 adding it to the carryover balance available at the end of the current contract term to provide CSS to CHA residents relocating to the revitalized Stateway Gardens community. The Contract’s new aggregate not-to-exceed compensation amount will be \$3,150,200.

**RESOLUTION NO. 2010-CHA-38**

**WHEREAS,** the Board of Commissioners has reviewed the Board Letter dated April 14, 2010, entitled "AUTHORIZATION TO EXTEND CONTRACT NO. 5059 WITH STATEWAY ASSOCIATES, LLC TO PROVIDE COMMUNITY AND SUPPORTIVE SERVICES TO THE REVITALIZED STATEWAY GARDENS COMMUNITY";

**THEREFORE, BE IT RESOLVED BY THE CHICAGO HOUSING AUTHORITY**

**THAT** the Board of Commissioners authorizes the Chief Executive Officer or his designee to extend Contract No. 5059 with Stateway Associates, LLC ("Contract") for the period of May 1, 2010 through April 30, 2011 and to increase the Contract's funding by an amount not-to-exceed \$360,000 adding it to the carryover balance available at the end of the current contract term to provide community and supportive services to CHA residents relocating to the revitalized Stateway Gardens community. The Contract's new aggregate total not-to-exceed contract amount will be \$3,150,200.

